

CCH Access™ Tax
2016-4.3 Release Notes

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CCH Access™
At the Center of the Firm in Motion

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Contact and Support Information

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Product information can be accessed by visiting Customer Support online: [CCH Access Product Support](#).

In addition to product and account information, the Customer Support site offers answers to our most frequently asked questions, forms release status, Knowledge Base articles, training videos, and operating systems compatibility for each CCH Access™ module. Access to these features is available 24/7.

The following Web site provides important information about the features and updates included in all CCH Access Tax releases: [Release Notes](#).

Visit the [Application Status](#) Web page to view the current status of our CCH Access applications. The Application Status Web page is updated every 15 minutes.

Go to [Contact Us](#) to find Support calendars, as well as options to enter Web tickets for assistance.

Information in Tax Release Notes

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CCH Access™ Tax Release Notes inform you of the enhancements and updates that were made to Tax products and systems with the current release.

Information provided in the Release Notes include the following:

- Contact and Support information
- Updates to Tax technology (such as, electronic filing updates, Organizer, Pro Forma/roll forward, and technology enhancements)
- Updates made to Tax products (such as, form additions and updates, changes in diagnostics, and changes caused by regulatory updates)

To access a list of CCH Access™ Tax Release Notes for the current year and for prior years, visit the [Release Notes](#) page on our Customer Support site.

Highlights for Release 2016-4.3

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Tax Updates

Individual

New York. New York > Income/Deductions > Depreciation Adjustment has been added to enter detailed depreciation information for Forms IT-399 and IT-398. This new input allows detailed assets to be entered when totals have been used at the federal level. The new input can also be used to override the information flowing from federal depreciation entries.

Individual, Partnership, Corporation, and S Corporation

Iowa. Form IA 4136 has added Line 1c to the Gasoline fuel category beginning 7/1/17. The rate that will be used is \$0.305 multiplied by the number of gallons claimed.

Individual, Partnership, Corporation, S Corporation, and Fiduciary

Illinois. We have updated Illinois in response to recent law changes, including tax rate increases, new credit forms and revised estimate calculations.

Partnership

Pennsylvania. Philadelphia Form NPT, Net Profits Tax. Beginning with release 2016- 4.1 that was available on July 23, 2017, Philadelphia Form NPT, Net Profits Tax, Lines 2, 4, 7, and 9, the calculation of tax was being calculated with 2017 rates instead of the 2016 rates. The 2016 tax rates for these lines have been restored in this 2016-4.3 release. A scan to identify affected returns will be made available as soon as possible.

Estate & Gift

Federal. Final federal Form 706 and corresponding schedules are available for dates of death in 2017.

Tax Product Updates

Individual (1040) Product Updates

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Federal


Form 1116. Non-employee compensation entered as a foreign source on the IRS 1099-MISC is treated as a foreign source.

Form 926. Part III, Supplemental Information Required to be Reported prints and is included in the electronic file when there is more than one Form 926.

Tax Equalization. The taxpayer's and/or spouse's Social Security Numbers no longer print on the Cash Flow Statement #13 and the Tax Equalization Schedule SE worksheet when suppressed.

Illinois

The Illinois Individual program has been updated in response to recent law changes in the following areas:

- **Tax.**
 - ◆ The Individual income tax rate changed from 3.75% to 4.95% on income earned July 1st or after.
 - ◆ The Form IL1040-ES worksheet has been updated to reflect the blended rate for 2017 estimates. For calendar year filers, this is 4.35%. To activate the updated estimates, select Illinois > Estimates / Underpayments > Estimate Preparation > Recalculate estimates using 2017 tax law changes.
 - **Additional changes.**
 - ◆ The personal exemptions will be excluded from the estimate calculation if the AGI is \$250,000 (\$500,000 if Married filing a Joint return) or more. If electronic estimates were selected when the original 2016 tax year return was electronically filed or if vouchers for the previous estimates were mailed, the difference for each estimate payment must be mailed in using Form IL1040-ES vouchers. Past estimates must be mailed as soon as possible to avoid penalties when filing the 2017 tax year return.
 - ◆ Schedule IL-1299-C (Research and Development Credit) was added to reflect the Research and Development Credit that was reinstated for tax year 2016. Input for this credit may be entered on Illinois > Credits > Subtractions and Credits > Research and Development Credit. The credit amount will be included on Schedule IL-1299-C, Step 3, Line 52.
-  **Note:** If you claim the Research and Development Credit for a tax year 2016 Individual return, the return (including extended returns) must be filed on paper. If a tax year 2016 return has already been filed, an amended return must be filed to claim the Research and Development Credit.

Maine

Maine has repealed the 3% personal income tax surcharge that was to take effect in 2017 and apply to individuals with more than \$200,000 of taxable income. The following informational diagnostic will be issued if Form 1040ES-ME has a calculated estimated taxable income greater than \$200,000:

"The 2017 Maine estimates were calculated using tax rates that reflected the three percent education surcharge. This surcharge was repealed in July of 2017. Accordingly the calculated 2017 estimated tax liability may be overstated. Review the 2017 estimates and revise the estimated tax liability and estimated payments if necessary."

New York

New York > Income/Deductions > Depreciation Adjustment has been added to allow for the entry of detailed depreciation information for Forms IT-399 and IT-398. This new input allows detailed assets to be entered when totals have been used at the federal level. The new input can also be used to override the information flowing from federal depreciation entries.

Ohio

Schedule CR, Line 5, Lump sum distribution credit, is limited by the \$1000 per taxpayer threshold.

Ohio - Ohio Cities

CCA 120-16-IR. Statements will be produced for amounts that appear on Lines 5 through 8. A statement will also be produced for Section B if there are three or more resident cities in the year.

Virginia

The Virginia return prints properly when using the Print Return Sections feature.

Partnership (1065) Product Updates

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Federal

Form 926, Part III, Supplemental Information Required to be Reported, prints and is included in the electronic file when there is more than one Form 926.

Illinois

When a Research and Development Credit is present in the return, a statement is included in the Schedule 1299-A and will be included on the new form Schedule K-1-P (R&D).

Schedule K-1-P(3)-FY was added for a tax rate update when the tax year ending date is on or after July 1st, 2017.

The Angel Investment credit is now allowed for tax years ending after 12/31/16.

Iowa

A new Line 1c was added to the Form IA 4136 Gasoline fuel category beginning 7/1/17. The rate that will be used is \$0.305 multiplied by the number of gallons claimed.

Louisiana

The Premium Tax Credit is no longer limited by 72%. The full amount can be taken.

Corporation (1120) Product Updates

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Federal

Form 114 is showing an extended due date of October 15. According to the Form 1040, Schedule B instructions, the extended due date should be October 16 for 2017.

Form 926, Part III, Supplemental Information Required to be Reported prints and is included in the electronic file when there is more than one Form 926.

Schedule A (Form 8975), constituent entity's tax identification number, is now extended to 15 characters.

The Prior Year Minimum Tax carryover information will appear only once on the General Data Carryover Report. This will correct reporting of the Prior Year Minimum Tax on the carryover to the next year report when the input is preceded by another type of carryover information.

Arkansas

The extended due date for Form AR1100CT will reflect October 15, 2017.

Illinois

The Illinois DOR has raised the income tax rate from 5.25% to 7% for income generated after July 1, 2017. All taxpayers with a tax year ending on or after July 1, 2017 need to use a blended income tax rate or file Schedule SA - Specific Accounting Method of Computing Net Income. Both methods have been added. Schedule SA is not available for electronic filing for 2016.

New input on Common State > State Estimates and Application of Overpayment > Calculate estimates at new income tax rate is required to calculate the estimates with the new rates. A diagnostic is prompting users to add this input.

The Research and Development credit has been added. The credit calculation is shown on a statement for Form Schedule 1299-D and has to be emailed to the Illinois DOR to avoid a notice from the state if the return is being electronically filed.

The Angel Investment credit is now allowed for tax years ending after 12/31/16.

Iowa

IA Form 4136 is updated to the latest version that includes a new Line 1c, Gasoline 07/01/2017 to the end of tax year with a tax rate of \$0.305.

New Hampshire Combined

Form DP-132 prints when there are amounts on Column E (amount of NOL to carryforward to future taxable period) and no amounts on Column D (amount of NOL to be used as a deduction in this taxable period). Form DP-132-WE also prints at the combined level if this condition exists.

New York City Electronic Filing

Form NYC-579-COR now generates when New York is selected as a banking return.

Virginia Consolidated

Schedule 500AC now prints both the name and the continuation of the affiliate corporation name when both are entered.

Wisconsin

Wisconsin no longer adjusts sales apportionment Schedule A-1 for inter company sales from service income.

S Corporation (1120S) Product Updates

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Federal

Form 926, Part III, Supplemental Information Required to be Reported, prints and is included in the electronic file when there is more than one Form 926.

Part V of Form 114 now prints in all copies of the return when there are consolidated accounts present.

Illinois

Schedule K-1-P(3)-FY was added for a tax rate update when the tax year ending date is on or after July 1, 2017.

The Angel Investment credit is now allowed for tax years ending after 12/31/16.

When a Research and Development Credit is present in the return, a statement is included in the Schedule 1299-A and will be included on the new form Schedule K-1-P (R&D).

Iowa

IA Form 4136 is updated to the latest version that includes a new Line 1c, Gasoline 07/01/2017 to the end of tax year with a tax rate of \$0.305.

Louisiana

The Premium Tax Credit is no longer limited by 72%. The full amount can be taken.

Virginia

Form 502, Line 7, Interest, will increase 1% to the 6% rate beginning with the second quarter of 2016.

Fiduciary (1041) Product Updates

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Federal

Form 926, Part III, Supplemental Information Required to be Reported, prints and is included in the electronic file when there is more than one Form 926.

Alabama

Schedule E prints when only Part III is used in the return.

Arizona Electronic Filing

The AZ 8879-F is no longer referenced on other states' transmittal letters.

Colorado

Form DR 1366 prints when there is an amount on Line 87 without an amount on Line 88.

Colorado Electronic Filing

Schedule G detail information is included in the electronic file.

Georgia

Form 501. Late interest and penalties now calculate when an extended due date is entered.

Illinois

Recent Illinois legislation impacted the following areas:

- **Tax.** The income tax rate moved from 3.75% to 4.95% for income generated on or after July 1, 2017.
- **Schedule SA.** All taxpayers with a tax year ending on or after July 1, 2017 use a blended income tax rate or file Schedule SA, Specific Accounting Method of Computing Net Income. If the Schedule SA is not used, a statement accompanies Form IL-1041 with the new adjusted tax rate. Schedule K-1-T(3) - FY will be produced for non resident beneficiaries. The Illinois Department of Revenue did not make Schedule SA available for electronic filing for tax year 2016. Schedule SA is activated for paper purposes with input on Illinois > Income /Deductions > Schedule SA.
- **Schedule IL 1299-D.** The Angel Investment Credit on Schedule IL 1299-D, Lines 40-42, has been extended until December 31, 2021. In addition, the Research and Development Credit has been added and included on Schedule IL 1299-D, Line 61. New input for this credit is on Illinois > Payments/Credits > Income Tax Credits (Schedule IL-1299-D). A statement details the credit calculation for this new Research and Development credit. For all electronically filed returns containing the Research and Development Credit, a copy of the statement must be emailed to Rev.BITSupplemental@illinois.gov.

Ohio

IT 1140, Page 2, Signature information, has been updated to include the Preparer email and PTIN entered on General > Return Options > Preparer Information - Overrides Office Manager.

Oregon

The OR 41 now shows only Oregon sourced amounts when Oregon is a part-year resident.

Wisconsin

The statements for the Wisconsin state copy of the 4797 are now included in the return Print Preview.

Estate & Gift (706/709) Product Updates

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Federal

A Restored Exclusion Amount worksheet calculating 2017 Form 706, Part 2, Line 9c, can be prepared using Estate Tax and Credits > Credits / DSUE / Restored Exclusion > Restored Exclusion Amount. An option to print the Notice 2017-15 message at the top of Form 706, Page 1, is available on Estate Tax and Credits > Credits / DSUE / Restored Exclusion > Restored Exclusion Amount > Print Notice 2017-15 message at top of page 1.

The following final forms are available for dates of death in 2017:

- Form 706
- Schedule A
- Schedule A-1
- Schedule B
- Schedule C
- Schedule D
- Schedule E
- Schedule F
- Schedule G/H
- Schedule I
- Schedule J
- Schedule K
- Schedule L
- Schedule M
- Schedule O
- Schedule P/Q
- Schedule R
- Schedule R-1
- Schedule U
- Schedule PC

Minnesota

Gift tax on Federal Form 706, Schedule G, Part A, is included in the Minnesota gross estate of Minnesota resident decedents.

The preliminary Minnesota Form M706 is available for dates of death in 2017.

Exempt Organization (990) Product Updates

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Illinois

IL DOR has raised the corporation income tax rate from 5.25% to 7% and the trust income rate from 3.75% to 4.95% for income generated after July 1, 2017. All taxpayers with a tax year ending on or after July 1, 2017 need to use a blended income tax rate or file Schedule SA - Specific Accounting Method of Computing income Net Income. Both methods have been added.

The input for Schedule SA is on Illinois Business Income tax return > Income and Taxes > Schedule SA. New input on Illinois Business Income tax return > Estimate Preparation > Calculate estimates at new income tax rate is required to calculate the estimates with the new rates. A diagnostic will prompt you to add this input.